From: Chris Hill (Regulatory)

To: <u>Michael Overbay/R6/USEPA/US@EPA</u>

Cc: John Satterfield; Stephanie Timmermeyer; Jeanne Briskin/DC/USEPA/US@EPA; David

<u>Jewett/ADA/USEPA/US@EPA;</u> <u>Susan Mravik/ADA/USEPA/US@EPA;</u> <u>Doug Beak/ADA/USEPA/US@EPA</u>

Subject: RE: Follow-up on the liability issues

Date: 06/15/2012 06:09 PM

Hi Mike,

We appreciate you looking in to having CHK included as an additional insured within the Master Service Agreement (MSA) (or equivalent) between E&E and EPA, as requested during our conference call. After discussing this topic with CHK's Risk Management department, it appears a \$10MM value would be appropriate. The CHK RM department also requested a copy of the MSA (or equivalent) between E&E and EPA for their review. This additional information will provide a better understanding of the liabilities association with the project, which would be valuable for CHK to make an informed decision regarding our willingness to proceed with the project.

Please let me know if you have any questions.

Thank you, Chris Hill Environmental Engineer Chesapeake Energy Corporation Office: (405) 935-2321

Mobile: (405) 388-3907 Fax: (405) 849-2321 E-mail: Chris.Hill@chk.com



From: Michael Overbay [mailto:Overbay.Michael@epamail.epa.gov]

Sent: Friday, June 15, 2012 3:24 PM

To: Chris Hill (Regulatory)

Cc: John Satterfield; Stephanie Timmermeyer; Jeanne Briskin; David Jewett; Susan Mravik; Doug Beak

Subject: Follow-up on the liability issues

Hi Chris,

Just wanted to check in after our call earlier this week. We have E&E looking into the potential issuance of that insurance certificate naming Chesapeake as an additional insured (I think I have that term correct). Have y'all finished putting together the \$ value we talked about? Did John get any feedback from Chesapeake management about their willingness to proceed with the project under the liability scenarios we discussed?

Hope all is well.

Mike

Michael Overbay, P.G. Regional Ground Water Center Coordinator U.S. Environmental Protection Agency - Region 6 (214)665-6482 (214)665-2191 (FAX)

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